

FISCAL NOTE

TO: Chief Clerk of the Senate
Chief Clerk of the House

FROM: James A. Davenport, Executive Director

DATE: February 20, 1995

SUBJECT: **HB 47 - SB 379**

This bill, if enacted, will prohibit the use of funds or proceeds derived from criminal activity for the purposes of concealing the nature, source, and control of such activity.

Violations of the provisions of this bill are punishable as a Class B felony with a penalty of 8-30 years imprisonment and a fine not to exceed \$25,000. The bill also establishes procedures for civil forfeiture and distribution of proceeds derived from such criminal activities.

The fiscal impact from enactment of this bill is estimated to be an increase in state revenues from fines and forfeitures imposed and collected. A reasonable estimate of the increase cannot be determined but is estimated to exceed \$100,000.

Enactment of this bill is also estimated to result in a maximum increase in state expenditures of \$40,460 for incarceration*. This estimate is based on one conviction every year receiving a sentence of eight years with 30% or two years and six months actually being served at a cost of \$16,184 per inmate annually. Details are shown below:

1st Year	1 Inmate	\$16,184
2nd Year	2 Inmates	\$32,368
3rd Year	3 Inmates	\$40,460

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Further, the fiscal impact from enactment of this bill is estimated to be an increase in local government revenues from forfeitures; however, the amount of such increase cannot reasonably be determined but is estimated to exceed \$100,000.

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

James A. Davenport, Executive Director

**Section 9-6-119, TCA, requires that: For any law enacted after July 1, 1986, which results in a net increase in periods of imprisonment in state facilities, there shall be appropriated from recurring revenues the estimated operating cost of such law.*